



**BRAINWARE UNIVERSITY**

**Term End Examination 2018 - 19**

**Programme – Bachelor of Commerce (Honours) in Banking & Financial Accounting**

**Course Name –Indirect Tax**

**Course Code – BCM401**

(Semester – 4)

**Time allotted:3 Hours**

**Full Marks : 70**

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

**Group –A**

(Multiple Choice Type Question)

10 x 1 = 10

1. *Choose the correct alternative from the following*
  - (i) GST is levied on
    - a. Sale of goods
    - b. Provision of services
    - c. Export
    - d. Supply of goods or services or both
  - (ii) GST is levied by
    - a. The Central Government only
    - b. The State Government only
    - c. Both Central & State Government
    - d. None of these
  - (iii) The value of supply of goods and services shall be the
    - a. Transaction value
    - b. MRP
    - c. Market Value
    - d. None of these
  - (iv) GST is a
    - a. Consumption based tax
    - b. Source based tax
    - c. Both source & consumption based tax
    - d. None of these
  - (v) Who is the Chairperson of GST Council
    - a. Union Finance Minister
    - b. Finance Minister of WB
    - c. Union Minister of Revenue
    - d. None of these
  - (vi) What is the validity of the registration certificate?
    - a. 5 years
    - b. 10Years
    - c. No validity
    - d. None of them

- (vii) SAC Code Stands for
- |                            |                             |
|----------------------------|-----------------------------|
| a. Service Accounting Code | b. Software Accounting Code |
| c. State Accounting Code   | d. None of the above        |
- (viii) Which form is to be used for registration in GST?
- |                    |                      |
|--------------------|----------------------|
| a. Form GST-REG-01 | b. Form GST-1        |
| c. Form REG-01     | d. None of the above |
- (ix) Which of the following taxes will be levied on Imports of goods and services?
- |         |                 |
|---------|-----------------|
| a. CGST | b. SGST         |
| c. IGST | d. None of them |
- (x) GST is applicable
- |                              |  |
|------------------------------|--|
| a. All over India except J&K | b. All over India except Himachal Pradesh  |
| c. All over India            | d. All over India except Union Territories |

### Group – B

(Short Answer Type Questions)

3 x 5 = 15

Answer any *three* from the following

2. Motilal & Sons Manufacturers are manufacturers of machinery. SGST & CGST rate on supply of goods is 9% each. They sold the goods within India @ Rs.3500. They exported goods for Rs.6500. They purchased inputs @ Rs.7000. The SGST & CGST rate on inputs is 9% each. All these inputs were used in manufacture of final products. There was no opening or closing stock of inputs or final products. Calculate the tax payable. 5
3. Critically evaluate the effect of GST in the Import & Export of commodities in India. 5
4. Define Electronic Cash Ledger. Mention its uses? 2+3
5. Explain the uses of SAC & HSN in GST mechanism. 5
6. A Chartered Accountant in Mumbai supplied service relating to incorporation of a company to Mr. Deepak in Kolkata. He charged fees as follows :  
Professional Fees for incorporation of company – Rs.100000  
Filing fees & registration charges paid to ROC – Rs.60000  
Reimbursement of travelling expenses – Rs.10000  
The tax rates are as follows – CGST is 9%, SGST is 9% & IGST is 18%. Calculate the total tax payable. 5

### Group – C

(Long Answer Type Questions)

3 x 15 = 45

Answer any *three* from the following

7. (a) Discuss Input Tax Credit (ITC) in GST. 5
- (b) Describe the flow of Input Tax Credit in GST practice with the prescribed rates. 10

8. (a) Interpret the Composition Scheme under GST. 5  
(b) Explain the eligibility for availing the composition scheme. 5  
(c) What are the different GST rates under composition scheme? 5
9. (a) Define Customs Duty. 3  
(b) Discuss different features of Customs Duty. 6  
(c) Explain the chargeability of Customs Duty with examples. 6
10. Discuss the Reverse Charge Mechanism in GST procedure. 15
11. M Ltd, a GST registered company in Mumbai & a manufacturer of steel almirah, has furnished the following details for the month of July 2018: 15
- (a) Inward supply of inputs from A Ltd, located in Chennai (GST rate -18%) – Taxable Value is Rs.1800000
- (b) Inward supply of inputs from B Ltd, located in Nagpur (GST rate -18%) – Taxable Value is Rs.1500000, payment is made on August, 2018
- (c) Purchase of Air conditioner for its canteen from C Ltd, located in Mumbai. (GST rate – 28%) – Depreciation is not claimed on GST. - Taxable Value is Rs.60000
- (d) Purchase of food & beverage for its canteen from Mumbai (GST rate – 18%) - Taxable Value is Rs.102000.

You are required to calculate the value of Input Tax Credit for M Ltd.

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